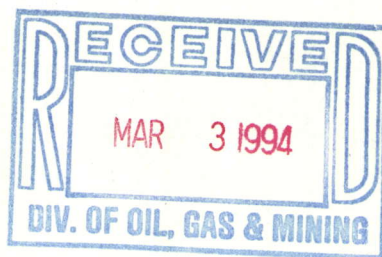


M/035/009



Kennecott

March 3, 1994

Mr. Wayne Hedberg
Permit Supervisor - Minerals Regulatory Program
Division of Oil, Gas and Mining
3 Triad Center - Suite 350
Salt Lake City, Utah 84180-1203

Dear Mr. Hedberg:

Enclosed you will find the **Mining and Reclamation Plan** for the Melco Expansion Project. As we discussed in our December 9th meeting, this document is an exception document in that it only covers areas that will change or that will be added to the existing Notice Of Intent to form a new NOI. The new combined NOI document will be generated and submitted upon approval of this exception document.

Each of the headings from the current NOI (November 19, 1993) have been included in this document for ease of review. The headings that do not have any text under them have not been changed from the current NOI and can be skipped over. Several new tables, figures and plates have been included as required to clarify the project expansion.

Specific details of the Operational Runoff and Control Plan will be finalized and incorporated into the Division of Water Quality waste management plan.

I would like to point out that no new variances have been requested or are required. The approved variances in the current NOI will be applied to cover the expansion project.

Sincerely,

Michael Lee Pagel
Chief Engineer